

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

SECURITIES INVESTOR PROTECTION
CORPORATION,

Plaintiff-Applicant,

v.

BERNARD L. MADOFF INVESTMENT
SECURITIES LLC,

Defendant.

Adv. Pro. No. 08-01789 (SMB)

SIPA LIQUIDATION

(Substantively Consolidated)

In re:

BERNARD L. MADOFF,

Debtor.

IRVING H. PICARD, Trustee for the Liquidation
of Bernard L. Madoff Investment Securities LLC,

Plaintiff,

v.

Adv. Pro. No. 10-05255 (SMB)

STEFANELLI INVESTORS GROUP, ANTHONY
E. STEFANELLI, JR., as general partner of
Stefanelli Investors Group and individually,
MINOR 1, MINOR 2, MINOR 3, MARY ANN
STEFANELLI, as general partner of Stefanelli
Investors Group and individually, JOAN L. APISA,
DANIELLE L. D'ESPOSITO, MARK
STEFANELLI, as general partner of Stefanelli
Investors Group and individually, MINOR 4, as
general partner of Stefanelli Investors Group and
individually, MINOR 5, as general partner of
Stefanelli Investors Group and individually,
BARBARA ANN STEFANELLI, as general
partner of Stefanelli Investors Group and
individually, LISA M. STEFANELLI, as general
partner of Stefanelli Investors Group and
individually, PATRICIA MORETTA, as general
partner of Stefanelli Investors Group and
individually, MINOR 6, as general partner of
Stefanelli Investors Group and individually, and
MINOR 7, as general partner of Stefanelli Investors

Group and individually, ANTON LEROY, as
general partner of Stefanelli Investors Group and
individually and ANTHONY E. STEFANELLI, as
general partner of Stefanelli Investors Group and
individually,

Defendants.

MEDIATOR'S FINAL REPORT

Ted A. Berkowitz, the court appointed mediator in the above-captioned adversary proceeding (the "Adversary Proceeding") submits this final report pursuant to Local Rule 9019-1 and section 3.4 of the Procedures Governing Mediation of Matters of the United States Bankruptcy Court for the Southern District of New York and reports as follows:

1. The mediation of the Adversary Proceeding took place on October 2, 2014 at the offices of Baker & Hostetler LLP in New York, New York.
2. The parties negotiated in good faith and complied with all relevant orders governing the mediation including the Bankruptcy Court's Order entered November 10, 2010 (1) Establishing Litigation Case Management Procedures for Avoidance Actions and (2) Amending the February 16, 2010 Protective Order, but were unable to reach a mutually satisfactory resolution of the disputes involved in the Adversary Proceeding.
3. The mediator has concluded that the parties have reached an impasse from which no further progress can be made and there would be no further point to continuing the mediation and by agreement of the parties and the mediator, the mediation is concluded.

Dated: January 20, 2015
New York, New York

Ted A. Berkowitz
Ted A. Berkowitz, Mediator